

Message Text

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67

ACTION EUR-12

INFO OCT-01 ISO-00 TRSE-00 EB-04 L-01 SS-15 SP-02 NSC-05

CIAE-00 INR-05 NSAE-00 RSC-01 JUSE-00 H-01 PM-03

PRS-01 /051 W

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R 241213Z OCT 74

FM AMEMBASSY BERLIN

TO SECSTATE WASHDC 11

INFO USMISSION BERLIN UNN

AMEMBASSY BONN

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C O R R E C T E D (MRN -00011 VICE 1944)

E.O. 11652: N/A

TAGS: EFIN, PDIC, PINT, GE

SUBJECT: APPLICABILITY OF JOHNSON ACT TO GDR

1. THE QUESTION OF THE APPLICABILITY OF THE JOHNSON ACT TO THE GDR MAY BECOME TOPICAL IN THE NEAR FUTURE. THIS POSSIBILITY EXISTS AS THE RESULT OF A RECENT APPROACH BY THE DEUTSCHE AUSSENHANDELSBANK AG (DABA) TO MORGAN GUARANTY TRUST OF NEW YORK REGARDING A \$9 MILLION CREDIT FOR THE PURCHASE OF AN EMBASSY PROPERTY IN WASHINGTON. ACCORDING TO CHARLES SCHMIDT, A MORGAN VP WHO INFORMED AN EMBASSY OFFICER OF THE EAST GERMAN INQUIRY IN STRICT CONFIDENCE, THE LOAN WOULD BE FOR A TERM OF TWO YEARS AND BEAR A FLEXIBLE INTEREST RATE BASED ON THE PRIME RATE AND A FIXED SPREAD OF APPROXIMATELY 3/4 OF ONE PERCENT.

2. THE DABA BOARD OF DIRECTORS WILL REPORTEDLY TAKE A DECISION ON THE LOAN IN THE NEXT WEEK OR SO. IF A FIRM APPLICATION TO MORGAN GUARANTY RESULTS, THE US BANK WILL BE CONTACTING THE DEPARTMENT TO REQUEST A RULING ON THE MATTER BY THE ATTORNEY GENERAL.

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3. DECONTROL 12/31/75.GROVE

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: REAL PROPERTY ACQUISITION, BANK LOANS, DIPLOMATIC MISSIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 24 OCT 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: shawdg
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974BERLIN00011
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Document Unique ID: 00
Drafter: n/a
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Executive Order: N/A
Errors: N/A
Film Number: D740308-1124
From: BERLIN
Handling Restrictions: n/a
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ISecure: 1
Legacy Key: link1974/newtext/t19741021/aaaaarkh.tel
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Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Page Count: 2
Previous Channel Indicators:
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Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: shawdg
Review Comment: n/a
Review Content Flags:
Review Date: 13 MAY 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <13 MAY 2002 by boyleja>; APPROVED <11 MAR 2003 by shawdg>
Review Markings:

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30 JUN 2005

Review Media Identifier:
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Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
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To: STATE
Type: TE
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